TRANSFER OF DAGGETT STREET (1000 16TH STREET URBAN MIXED-USE PROJECT)

SCH No. 2004112037

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Responsible Agency:

California State Lands Commission 100 Howe Avenue, Suite 100 South Sacramento, CA 95825

Lead Agency:

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Project Proponent:

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2 1.1 PROJECT LOCATION AND BACKGROUND

- 3 Daggett Street is a portion of sovereign land, reserved to the State by the Legislature
- 4 solely for street purposes. It is trapezoidal in shape and contains approximately 37,949
- 5 square feet. The parcel diagonally crosses between Blocks 3833 and 3834 and
- 6 intersects the north side of 16th Street and the west side of 7th Street in San Francisco,
- 7 California, as shown on Figure 1.
- 8 Daggett Street is a Paper Street (defined in Chapter 660, Statutes of 2007) and was
- 9 granted to the San Francisco Port Commission (Port) to hold in trust. Pursuant to
- 10 Chapter 660, Statutes of 2007 (Chapter 660) and in accordance with section 3 of
- 11 article X of the California Constitution, the Legislature authorized the City and County of
- 12 San Francisco, acting through the Port, to lease, sell, or otherwise transfer all or any
- portion of Daggett Street to any person free of the public trust subject to the California
- 14 State Lands Commission (Commission) making certain findings prior to the transfer.
- 15 The Port proposes to sell, lease or transfer Daggett Street to the City and County of San
- 16 Francisco, acting as a municipality (City).

17 1.2 ORIGINAL PROJECT

- 18 Daggett Street does not currently have any improvements but is proposed to be
- 19 improved with limited park amenities. An adjacent property, 1000 16th Street, which
- 20 abuts the two parallel sideline boundaries, is proposed to be improved with two multi-
- 21 story buildings consisting of up to 470 dwelling units, 15,000 square feet of retail,
- 22 approximately 11,100 square feet of production, distribution, and repair (PDR) uses,
- and parking for up to 306 vehicles.
- 24 The City plans to use the land comprising the Daggett Street parcel as a park to benefit
- 25 the surrounding proposed development project. As lead agency under the California
- 26 Environmental Quality Act (CEQA), the City prepared an Environmental Impact Report
- 27 (EIR), State Clearinghouse [SCH] No. 2004112037, for the overall 1000 16th Street
- 28 Urban Mixed-Use Project (1000 16th Street Project) described above, which includes
- 29 converting Daggett Street into a park. The developer of the 1000 16th Street Project
- 30 would be obligated to construct and maintain the proposed park in lieu of paying a
- 31 portion of the development fees.

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1.3 PROJECT MODIFICATION

- 33 The EIR prepared by the City does not refer to the termination of the common law
- 34 Public Trust Doctrine on Daggett Street nor the lease, sale or other transfer of Daggett
- 35 Street from the Port to the City. Therefore, the Commission, as a CEQA responsible
- 36 agency, has prepared this Addendum to analyze the termination of the public trust and

- 1 the transfer of the property from the Port to the City, including the Commission's
- 2 involvement (collectively, the Transfer) as part of the 1000 16th Street Project.

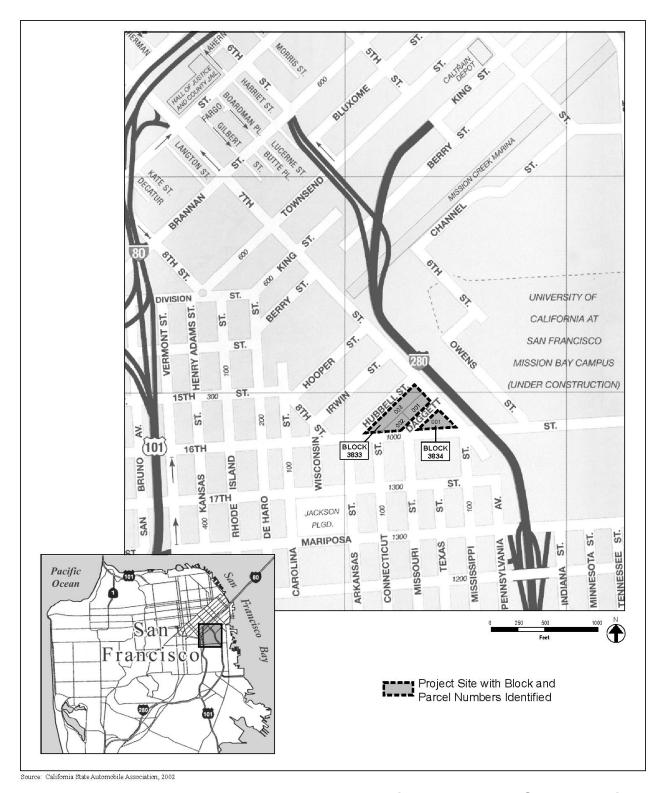


Figure 1. Daggett Street Location

1 1.4 PROJECT BACKGROUND AND OBJECTIVES

- 2 Beginning in the 1850s, much of the San Francisco waterfront was filled and reclaimed 3 to create a functional harbor pursuant to a series of state statutes. Portions of the filled 4 and reclaimed lands were cut off from the water as a result of these harbor improvements and were conveyed into private ownership pursuant to legislative 5 6 authorization. Certain portions of these lands, including Daggett Street, were designated 7 as streets and were reserved to the State solely for street purposes. Subsequently, in 8 1968, pursuant to the Burton Act and the Burton Act transfer agreement, the State 9 conveyed certain State tidelands to the Port, including these Paper Street and other filled tidelands, to hold in trust for public trust and Burton Act trust purposes. 10
- 11 Presently, none of the Paper Streets, including Daggett Street, as defined by Chapter 12 660, are used, suitable, or necessary for navigation or any other public trust purpose 13 other than revenue generation. The Paper Streets have been cut off from direct access 14 to the waters of San Francisco Bay by past filling of intervening property and do not 15 provide and are not needed for public access to the waterfront. The lands adjoining the 16 Paper Streets have been freed of the trust and have been or are proposed to be 17 developed for non-trust uses. The majority of the Paper Streets were either never 18 constructed as streets or have ceased to be used for street purposes.

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2.1 ADDENDUM PURPOSE AND NEED

- 3 Under CEQA, once an EIR has been certified for a project, no subsequent or 4 supplemental EIR shall be required by the lead agency or any responsible agency 5 unless one or more of the following events occurs:
- 6 1) Substantial changes are proposed in the project which will require major revisions of the EIR.
 - Substantial changes occur with respect to the circumstances under which the project is being undertaken which will require major revisions in the EIR.
 - 3) New information, which was not known and could not have been known at the time the EIR was certified as complete, becomes available. (Pub. Resources Code, § 21166.)
- 13 The State CEQA Guidelines section 15162, subdivision (a) provides additional information on when the above events trigger the need for a subsequent EIR. A subsequent EIR is required if:
 - Substantial changes are proposed in the project which will require major revisions of the previous EIR due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects;
 - 2) Substantial changes occur with respect to the circumstances under which the project is undertaken which will require major revisions of the previous EIR due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects; or
 - 3) New information of substantial importance, which was not known and could not have been known with the exercise of reasonable diligence at the time the previous EIR was certified as complete, shows any of the following:
 - A. The project will have one or more significant effects not discussed in the previous EIR;
 - B. Significant effects previously examined will be substantially more severe than shown in the previous EIR;
 - C. Mitigation measures or alternatives previously found not to be feasible would in fact be feasible, and would substantially reduce one or more significant effects of the project, but the project proponents decline to adopt the mitigation measure or alternative; or

D. Mitigation measures or alternatives which are considerably different from those analyzed in the previous EIR would substantially reduce one or more significant effects on the environment, but the project proponents decline to adopt the mitigation measure or alternative.

When none of the above events has occurred, yet some changes or additions are necessary, an addendum is required. (State CEQA Guidelines, § 15164.)¹

As explained below, none of the conditions described in State CEQA Guidelines section 15162 calling for preparation of a subsequent EIR has occurred. This Addendum supports the conclusion that the Transfer does not result in any new significant environmental effects or a substantial increase in the severity of previously identified significant effects. There are no new mitigation measures or alternatives available that would substantially reduce the environmental effects beyond those previously described in the EIR. As a result, an addendum is an appropriate CEQA document for the Commission's analysis and consideration of both the 1000 16th Street Project and the termination of the public trust and the transfer of the property from the Port to the City.

- 16 Circulation of an addendum for public review is not necessary (State CEQA Guidelines,
- 17 § 15164, subd. (c)); however, the addendum must be considered in conjunction with the
- Final EIR by the decision-making body (State CEQA Guidelines, § 15164, subd. (d)).

2.2 COMPONENTS OF PROJECT MODIFICATION

Under section 3 of article X of the California Constitution, the State may sell tidelands that were reserved to the State solely for street purposes subject to such conditions the Legislature determines to be necessary to protect the public interest, if the Legislature finds and declares that the tidelands are not used or necessary for navigation purposes.

In Chapter 660 and in accordance with section 3 of article X of the California Constitution, the Legislature found that the Paper Streets were reserved to the State solely for street purposes and that the Paper Streets are no longer used or necessary for navigation purposes. The Legislature authorized the Port, consistent with the State Constitution, to lease, sell, or otherwise transfer all or any portion of the Paper Streets, or any interest therein, to any person free of the public trust, the Burton Act trust, and any additional restrictions on use or alienability created by the Burton Act transfer agreement with the condition that, prior to any transfer, the Commission make certain findings at a regular open meeting with the proposed transaction as a properly scheduled agenda item. These findings include that the land is sold at fair market value, that the Paper Street has been filled and reclaimed, is cut off from access to the waters,

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¹ This Addendum does not address other CEQA exemptions that may be applicable to this Transfer (such as State CEQA Guidelines §§ 15317 [open space contracts or easements], 15332 [in-fill development projects], and 15061, subd. (b)(3) [common sense exemption]).

- 1 is no longer needed or required for the promotion of the public trust, and will not
- 2 interfere with public trust uses and purposes once sold. The Commission must also
- 3 declare that the lease, sale, or transfer is consistent with the findings of section 2 of
- 4 Chapter 660 and is in the best interests of the State.
- 5 The lease or sale of Daggett Street would not be effective until the Commission has
- 6 made the above findings and declarations. Once the Commission has made these
- 7 findings, the Port could lease the property free of the public trust or the Commission
- 8 may effectuate a sale of Daggett Street by transferring to the Port, by patent, all of the
- 9 State's right, title, and interest in the Paper Street free of the public trust, subject to
- 10 mineral reservations. The Port could then sell the Paper Street to the City free of the
- 11 public trust. The purpose of this Addendum to the certified EIR is to verify that the
- 12 proposed termination of the public trust on Daggett Street and the transfer of Daggett
- 13 Street from the Port, including the Commission's involvement, would not cause
- 14 significant, adverse impacts to the environment.

- 2 This comparative analysis has been undertaken to analyze whether the proposed
- 3 Transfer, as part of the overall 1000 16th Street Project, would have any significant
- 4 environmental impacts that are not addressed in the Final EIR. The comparative
- 5 analysis discusses whether impacts are increased, decreased, or unchanged from the
- 6 conclusions discussed in the Final EIR. The comparative analysis also addresses
- 7 whether any changes to mitigation measures are required.
- 8 Aesthetics/Light and Glare. The Transfer would result in the same development and
- 9 land use as that analyzed for the Final EIR for the 1000 16th Street Project. Therefore,
- 10 no new impacts have been identified and no new mitigation measures are required.
- 11 Agriculture Resources. As was the case with the Final EIR for the 1000 16th Street
- 12 Project, the Transfer would not affect farmland, agricultural uses, or forest land.
- 13 Therefore, no new impacts have been identified and no new mitigation measures are
- 14 required.
- 15 Air Quality. The Transfer would not affect the proposed construction activities as
- analyzed in the Final EIR for the 1000 16th Street Project. The Transfer would not
- 17 change the number of vehicle trips as analyzed in the Final EIR, resulting in the same
- 18 operational air emissions. Thus, no new impacts have been identified and no new
- 19 mitigation measures are required.
- 20 **<u>Biological Resources.</u>** With implementation of the Transfer, construction activities
- 21 would occur over the same development footprint as the Final EIR for the 1000 16th
- 22 Street Project. The Transfer would also not result in conflict with local policies,
- ordinances, or plans, similar to the Final EIR for the 1000 16th Street Project. No new
- 24 impacts have been identified and no new mitigation measures are required.
- 25 <u>Cultural Resources</u>. The Transfer would result in the same construction activities as
- analyzed in the Final EIR for the 1000 16th Street Project. No new impacts have been
- 27 identified and no new mitigation measures are required.
- 28 **Geology and Soils.** The Transfer would result in the same impacts regarding geology
- and soils since the Transfer would not modify the proposed development area. No new
- impacts have been identified and no new mitigation measures are required.
- 31 Greenhouse Gas (GHG) Emissions. The Transfer would result in the same
- 32 construction activities as analyzed in the Final EIR for the 1000 16th Street Project in
- 33 regards to grading and construction activities as well as long-term trip
- 34 generation/distribution. Thus, the Transfer would not result in increased GHG emissions
- 35 other than those analyzed in the Final EIR for the 1000 16th Street Project. No new
- impacts have been identified and no new mitigation measures are required.

- 1 Hazards and Hazardous Materials. The Transfer would not alter construction activities
- 2 and operations, and would, therefore, result in similar hazard and hazardous materials-
- 3 related impacts as analyzed in the Final EIR for the 1000 16th Street Project. No new
- 4 impacts have been identified and no new mitigation measures are required.
- 5 Hydrology and Water Quality. The Transfer would not alter any proposed grading,
- 6 drainage, and/or resultant discharge patterns for the site and surrounding area,
- 7 compared to those analyzed in the Final EIR for the 1000 16th Street Project. No new
- 8 impacts have been identified and no new mitigation measures are required.
- 9 Land Use and Planning. The Transfer would not result in any changes to the proposed
- 10 land uses that were outlined in the Final EIR. No new impacts have been identified and
- 11 no new mitigation measures are required.
- 12 Mineral Resources. The Transfer will not affect any mineral rights at the site, and,
- therefore, no new impacts have been identified and no new mitigation measures are
- 14 required.
- 15 **Noise.** The Transfer would not result in any new long-term mobile and stationary noise
- 16 impacts. No changes to grading or construction activities would occur. No increases to
- 17 vehicles trips would occur. No new impacts have been identified and no new mitigation
- 18 measures are required.
- 19 **Population and Housing.** The Transfer would not result in an increase in population
- 20 or housing. No new impacts pertaining to housing displacement would occur. No new
- 21 impacts have been identified and no new mitigation measures are required.
- 22 **Recreation.** The Transfer would not result in any changes to the proposed recreational
- 23 facilities or passive open space use of the site and no new demands for recreational
- 24 facilities would result. Thus, no new impacts have been identified and no new mitigation
- 25 measures are required.
- 26 <u>Transportation/Circulation</u>. The Transfer would not result in an increase in trip
- 27 generation. The circulation system would be unchanged. No new impacts have been
- 28 identified and no new mitigation measures are required.
- 29 **Public Services.** The Transfer would not result in an increase in demands on public
- 30 services. No new impacts have been identified and no new mitigation measures are
- 31 required.
- 32 **Utilities and Service Systems.** The Transfer would not result in an increase in demand
- 33 on utilities and service systems from that considered for the Final EIR for the 1000 16th
- 34 Street Project. No new impacts have been identified and no new mitigation measures
- 35 are required.

As detailed in the analysis presented above, this Addendum supports the conclusion that the changes to the overall 1000 16th Street Project by including the Transfer do not result in any new significant environmental effects or a substantial increase in the severity of previously identified significant effects. No new information has become available and no substantial changes to the circumstances under which the overall 1000 16th Street Project is being undertaken have occurred since certification of the EIR. No substantial changes are required for the proposed Transfer, compared to those analyzed in the EIR. There are no new mitigation measures required and no new alternatives are available that would substantially reduce the environmental effects beyond those previously described in the EIR. Therefore, the Commission has determined that no subsequent or supplemental EIR is required.

5.0 ADDENDUM PREPARATION SOURCES AND REFERENCES

2 5.1 ADDENDUM PREPARERS

- 3 Sharron Scheiber, Staff Counsel, CSLC
- 4 Cynthia Herzog, Senior Environmental Scientist, Division of Environmental Planning
- 5 and Management, CSLC
- 6 Eric Gillies, Asst. Chief, Division of Environmental Planning and Management, CSLC
- 7 Cy Oggins, Chief, Division of Environmental Planning and Management, CSLC

8 5.2 REFERENCES

- 9 San Francisco Planning Department, 1000 16th Street Urban Mixed-Use Project
- 10 Final Environmental Impact Report, dated April 16, 2009, and certified August 15,
- 11 2011.

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